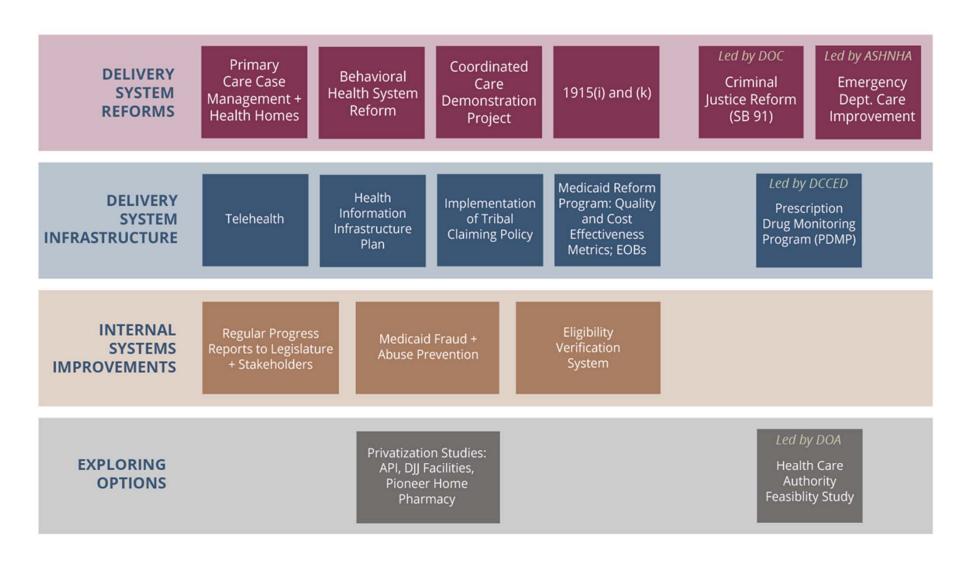


MEDICAID REDESIGN IMPLEMENTATION

Senate H&SS Budget Subcommittee March 2, 2017

Alaska Medicaid Redesign: Components of SB 74



Acronyms List

API: Alaska Psychiatric Institute | ASHNHA: Alaska State Hospital and Nursing Home Association | DCCED: Alaska Department of Commerce, Community and Economic Development | DHSS: Alaska Department of Health and Social Services | DJJ: Alaska DHSS, Division of Juvenile Justice DOA: Alaska Department of Administration | DOC: Alaska Department of Corrections | EOB: Explanation of Benefits

MEDICAID REDESIGN

SB 74 Deadlines for FY17

Requirement	Due Date	Date Submitted
Annual Medicaid Reform Report	11-15-2016	11-15-2016
Annual Medicaid Fraud Report	11-15-2016	11-15-2016
Semi-Annual MMIS Report	12-15-2016	12-15-2016
Coordinated Care Demonstration Project RFP	12-31-2016	12-30-2016
Privatization Feasibility Studies	1-26-2017	1-26-2017

http://dhss.alaska.gov/HealthyAlaska/Pages/Initiatives/Initiative-11.aspx

MEDICAID REDESIGN

SB74 Savings Measures (UGF)

	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022
Federal Tribal Claiming Policy	(\$32,060.5)	(\$41,900.5)	(\$64,325.5)	(\$78,250.5)	(\$87,625.5)	(\$92,575.5)
1915(i) and (k) Options	\$71.1	(\$5,118.8)	(\$10,781.6)	(\$10,866.0)	(\$10,866.0)	(\$10,866.0)
Primary Care Case Mgmt	(\$93.5)	(\$800.9)	(\$2,145.1)	(\$3,411.9)	(\$4,688.8)	(\$4,688.8)
Telemedicine	\$0.0	(\$650.0)	(\$1,300.0)	(\$2,900.0)	(\$4,700.0)	(\$6,650.0)
Health Homes	\$4.8	\$42.6	(\$1,672.4)	(\$1,653.6)	(\$1,662.1)	(\$1,671.1)
Conversion from AKPH Assistance to Medicaid Waiver	(\$1,066.7)	(\$1,066.7)	(\$1,066.7)	(\$1,066.7)	(\$1,066.7)	(\$1,066.7)
Hospital ER Use Project	\$4.8	\$42.6	(\$1,077.4)	(\$1,055.7)	(\$1,061.3)	(\$1,067.0)
Fraud and Abuse Prevention	(\$401.9)	(\$556.2)	(\$543.7)	(\$481.2)	(\$468.7)	(\$456.2)
Coordinated Care Demonstration Project	\$4.8	\$42.6	(\$1,457.4)	(\$1,430.1)	(\$1,430.1)	(\$1,430.1)
Electronic Verification System	\$611.3	(\$23.0)	(\$23.0)	(\$23.0)	(\$23.0)	(\$23.0)
	(\$32,925.8)	(\$49,988.3)	(\$84,392.8)	(\$101,138.7)	(\$113,592.2)	(\$120,494.4)

Federal Tribal Claiming Policy

FY2017	FY2018	On Track?
(\$32,060.5)	(\$41,900.5)	Yes

- New Guidance: services "received through" an IHS facility
- Extends service through tribal / non-tribal partnerships
- Care Coordination Agreements required for non-emergent transportation claims
 - Refocus on referrals
- Streamlining the validation process

1915 (i) and (k) Options

FY2017	FY2018	On Track?
\$71.1	(\$5,118.8)	Yes

- Contracted with HMA to analyze potential opportunities, costs, and savings
- Final report:

http://dhss.alaska.gov/dsds/Documents/MRICC/meetings/20160930/Implementation%20Plan 09292016.pdf

- HMA's Recommendations:
 - Move forward with 1915(k) Institutional Level of Care
 - Consider 1915(c) instead of 1915(i) to achieve saving

Primary Care Case Management

FY2017	FY2018	On Track?
(\$93.5)	(\$800.9)	Yes

- Temporarily expand Alaska Medicaid Coordinated Care Initiative (AMCCI)
- Coordinated Care Demonstration Projects and behavioral health system reform to develop / test new models
 - Transition Medicaid recipients to appropriate program

Telehealth Workgroup

FY2017	FY2018	On Track?
\$0.0	(\$650.0)	Yes

- Identify opportunities, barriers and solutions for expanding the use of telehealth
- Report / Recommendations Annual Medicaid Reform Report
- Next Meeting: March 30th at 1:30 p.m.
 - Public Notices for meeting announcements
 - https://aws.state.ak.us/OnlinePublicNotices/Notices/Search.aspx
 - Search "Medicaid Redesign"
- http://dhss.alaska.gov/HealthyAlaska/Pages/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiatives/Initiative

Telehealth Workgroup Members

Brooke Allen
 Behavior Analyst

Connie Beemer Alaska State Hospital & Nursing Home Association

Denise Daniello Alaska Commission on Aging

Mark Erickson, MD
 Alaska Psychiatric Institute

Brent Fisher Alaska Sleep Clinic

Matthew Hirschfeld, MD
 Alaska Native Medical Center

Philip Hofstetter
 Norton Sound Health Corporation

Laura Hudson Alaska Regional Hospital

Laura Johnston
 Southcentral Foundation

Richard Kiefer-O'Donnell University of Alaska

Ken McCarty Discovery Cove Recovery & Wellness Center

Monique Marquis Fairbanks Memorial Hospital
 Trina McCandless Emergency medical services

Robert Onders, MD
 Alaska Native Tribal Health Consortium

Georgiana Page Alaska eHealth Network

Patti Paris, MD
 Alaska Chapter of American College of Emergency Physicians

Christopher Simon
 Tanana Chiefs Conference

Mark Williams
 Providence Health & Services Alaska

Thad Woodard, MD
 Private Practice Pediatrician

Health Homes

FY2017	FY2018	On Track?
\$4.8	\$42.6	Yes

- Planning for Health Homes: 2018
 - Scheduled implementation: July 1, 2018
- Other Health Home Opportunities
 - Coordinated Care Demonstration Projects
 - Other reform initiatives

Pioneer Homes

FY2017	FY2018	On Track?
(\$1,066.7)	(\$1,066.7)	In Progress

- Requires payment assistance applicants to apply for Medicaid
- Impact of budget cuts
 - 38 full and part time positions eliminated
 - 25 beds held vacant
- Timing
 - Miller's Trust Application
 - Waiver Application Process
 - Level III Residents require the highest level of care
- Analyzing Process and Savings

Emergency Dept. Care Improvement

FY2017	FY2018	On Track?
\$4.8	\$42.6	Yes

- Alaska State Hospital & Nursing Home Association is the lead
 - Alaska Chapter of the American College of Emergency Physicians
- Real-time information exchange
 - Emergency Department Information Exchange (EDIE)
 - 4 Providence hospitals went live in February
 - Anchorage, Kodiak, Valdez and Seward
- Established uniform statewide guidelines for prescribing narcotics
 - 10 hospitals agreed to logo on guidelines
 - Important tool to reduce opioid abuse in Alaska

INTERNAL SYSTEMS IMPROVEMENTS

Fraud & Abuse Prevention

FY2017	FY2018	On Track?
(\$401.9)	(\$556.2)	Delayed

- Allows the department to assess interest and penalties on any identified overpayment
- Requires providers to conduct self-audits every two years
- Fraud and Abuse Inter-Department committee
- Alaska Medicaid False Claim and Reporting Act
 - http://www.akhealthreform.org/medicaid-redesign/

Coordinated Care Demonstration Projects

FY2017	FY2018	On Track?
\$4.8	\$42.6	Yes

- Request for Information: 12 responses
 - regional ACO-type models to statewide full risk managed care
- RFP released December 30, 2016
- Anticipate intensive and iterative proposal evaluation and negotiation process through-out CY 2017
- http://dhss.alaska.gov/HealthyAlaska/Documents/RFP%20170007291%20Me dicaid%20CCDP%20FINAL.pdf

Coordinated Care Demonstration Projects

- RFP Issued 12/30/16
- Release of Medicaid Data Book by Milliman 3/7/17
- Receipt of Questions 3/27/17
- Receipt of Proposals 4/17/17
- DHSS & Actuarial Review and Analysis of Proposals Submitted to Proposal Review Committee (PRC) – 5/31/17
- PRC Evaluation Completed 6/15/17
- Conclude Contract Term Negotiations with Successful Offerors 8/31/17
- Notice of Intent to Award a Contract(s) 8/31/17
- Anticipated Federal Approval Receipt Date 12/31/17
- Anticipated Contract(s) Effective Date 1/1/18

INTERNAL SYSTEMS IMPROVEMENTS

Eligibility Verification System

FY2017	FY2018	On Track?
\$611.3	(\$23.0)	Delayed

- Computerized income, asset and identity verification system
 - Third party vendor
 - Annual savings must exceed the cost of implementing the system
- ARIES Release 2 delayed
 - Federal 18F team on site to assist
 - Developing plan for Release 2

Behavioral Health System Reform

- Comprehensive behavioral health reform
 - Alaska Mental Health Trust Authority partnership
- Section 1115 Waiver to provide flexibility in Medicaid coverage and payment policies
 - Concept Paper submitted to CMS January 4, 2017
 - Application to CMS July 2017
 - Milliman providing actuarial consulting and analyses
- Administrative Services Organization (ASO) contract to support systems of care
 - Released Request for Information 2/27/17

Criminal Justice Reform (SB91 Integration)

- Dept. of Corrections (DOC) is the lead agency
- SB 91 SB 74 Integration Initiative workgroup
- Improving process for enrolling inmates in Medicaid
 - Hospitalization
 - Release

Health Information Infrastructure Plan

- HealthTech Solutions LLC
- First Workgroup Meeting 3/6/17
 - Public Notices for meeting announcements
 - https://aws.state.ak.us/OnlinePublicNotices/Notices/Search.aspx
 - Search "Medicaid Redesign"
- CMS approved DHSS HITECH funding request that includes reforms support
 - 90/10 Match

Medicaid Reform Program

11 different Medicaid reforms specified

- Electronic distribution of EOBs
- Annual report to the Legislature Nov. 15
- Quality and Cost Effectiveness Workgroup
 - Identify annual quality and cost effectiveness targets
 - Report / Recommendations 2017 Annual Medicaid Reform Report
 - Developing Public Comment process for recommendations
 - Public Notices for meeting announcements
 - https://aws.state.ak.us/OnlinePublicNotices/Notices/Search.aspx
 - Search "Medicaid Redesign"

Quality and Cost Effectiveness Workgroup members

Kathy Allely
 Parent of IDD Medicaid waiver recipient

Barbara Berner School of Nursing, University of Alaska Anchorage

Dave Branding
 Juneau Alliance for Mental Health

Alan Gross, MD
 Petersburg Medical Center

Andrea Gurley Alaska Regional Hospital

Amberly Hobbs
 Mountain-Pacific Quality Health

• Jerry Jenkins Anchorage Fairbanks Community Mental Health Services

Patty Linduska Alaska Primary Care Association

Nancy Lovering
 Speech-language pathologist, private practice

Rebecca Madison
 Alaska eHealth Network

• Jacqueline Marcus-Ledford Yukon Kuskokwim Health Corporation

Jeannie Monk
 Alaska State Hospital & Nursing Home Association

Nick Papacostas, MD American College of Emergency Physicians

Jim Roberts Alaska Native Tribal Health Consortium

Sharon Skidmore Physical Therapy for Kids, LLC

Steve Tierney Southcentral Foundation

Prescription Drug Monitoring Program

- Dept. of Commerce, Community & Economic Development is the lead agency
- Registering with the database
 - Drug Enforcement Agency number
 - Dentists, Physicians, ANPs, Optometrists, Pharmacists
- Medicaid Pharmacist access
- Exemptions when prescribing or dispensing schedule II or III controlled substances
- Submit data on at least a weekly basis
- Tribal health practitioners access
- Guidelines for the prescription of Schedule II controlled substances

INTERNAL SYSTEMS IMPROVEMENTS

Reporting Requirements

- Annual Medicaid Reform Report 11/15/16
- Annual Medicaid Fraud, Payment Error Rate Measurement and Eligibility Quality Control Report – 11/15/16
- Other one-time or time limited reports
 - Semi Annual Status report on MMIS 12/15/16
- Reports available:

http://dhss.alaska.gov/HealthyAlaska/Pages/Initiatives/Initiative-11.aspx

EXPLORING OPTIONS

Privatization Studies

- API privatization feasibility study
 - Public Consulting Group (PCG)
- DJJ privatization feasibility study
 - Carter Goble Lee, Inc. (CGL)
- RFP for the Pioneer Homes pharmacy privatization study was released twice
 - Both times the offeror was deemed non-responsive
- Reports available: dhss.alaska.gov/healthyalaska
 - Transmitted on Jan. 26th

EXPLORING OPTIONS

Health Care Authority

- Dept. of Administration is the lead agency
- Study the feasibility of creating a Health Care Authority to coordinate or consolidate state health care purchasing
- PRM Consulting Group selected
 - 1st Phase: Survey of employee health benefit programs
 - 2nd Phase: Includes Medicaid
 - DHSS met with PRM 12/16/16

MEDICAID REDESIGN

Keeping the Public informed

- Email Updates
 - Sign up for the Medicaid Redesign List-serv
 - Email Medicaid.Redesign@alaska.gov
- Public Notices for meeting announcements
 - https://aws.state.ak.us/OnlinePublicNotices/Notices/Search.aspx
 - Search "Medicaid Redesign"
- dhss.alaska.gov/healthyalaska
 - Recordings of webinars
 - Archives Medicaid Redesign Planning Process (2015)
 - Initiative Pages

Questions?

Thank you!

